

DEPARTMENT OF STATE REVENUE
LETTER OF FINDINGS NUMBER: 02-0139
Adjusted Gross Income Tax
For the Tax Years 1994-1999

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ISSUE

I. Adjusted Gross Income Tax-Calculat

Authority: IC 6-3-2-1, IC 6-3-1-3.5.

The taxpayer protests the calculation of her adjusted gross income tax for 1999.

STATEMENT OF FACTS

After an investigation, the Indiana Department of Revenue, hereinafter referred to as the "department," assessed additional adjusted gross income tax, interest, and penalty for the tax years 1994 through 1999. The taxpayer first protested all the assessments. She later withdrew her protests to all but the 1999 assessment. This Letter of Findings is based upon the documentation in the file.

I. Adjusted Gross Income Tax-Calculat

DISCUSSION

Indiana imposes an adjusted gross income tax on residents. IC 6-3-2-1. Pursuant to Indiana adjusted gross income tax is calculated by starting with the federal adjusted gross income and making certain adjustments. IC 6-3-1-3.5. The taxpayer submitted documentation indicating that the Internal Revenue Service amended her federal adjusted gross income for 1999. The amended 1999 federal adjusted gross income must be used as the basis for calculating her 1999 Indiana adjusted gross income tax.

FINDING

The taxpayer's protest is sustained. Her 1999 Indiana adjusted gross income tax will be recalculated based upon the amended 1999 federal adjusted gross income tax.